SWS:lmp 05/09/08 P0851 PATENT

IN THE UNITED STATES PATENT AND TRADEMARK OFFICE

In re application of Art Unit: 2624

Reed et al. Confirmation No.: 4658

Application No.: 10/613,913

Filed: July 3, 2003 VIA Electronic Filing

For: COLOR ADAPTIVE WATERMARKING

Examiner: G. Desire Date: May 9, 2008

STATEMENT RESPONDING TO REASONS FOR ALLOWANCE

Sir:

This statement is filed pursuant to 37 C.F.R. 1.104(e) ("Reasons for Allowance"), and is responsive to the Examiner's statement of reasons for the indication of allowable subject matter in the Notice of Allowability dated February 12, 2008.

Applicant respectfully submits that the allowability of the claims does not hinge on isolated elements thereof. Rather, the claims are believed patentable because, when viewed as a whole, they define combinations that are neither anticipated by, nor obvious over, the prior art.

Respectfully submitted,

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Date: May 9, 2008

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